

**FY 2011-12 MICHIGAN TRANSPORTATION FUND REVENUES AND
DISTRIBUTIONS PER 1951 PA 51**

February 2011 ORTA Estimate

MICHIGAN TRANSPORTATION FUND (MTF)

MTF Revenue = \$1,853,410,000
Less \$ 16,712,400 to DNR Recreation Improvement Fund
Net MTF Revenue = \$1,836,697,600

MDOT Administration and Planning
\$19,621,500

To Other State Departments
\$29,749,200
(collection and other support costs)

Comprehensive Transportation Fund
\$156,038,100
(10% of net MTF after above deductions)

Sales Tax
\$83,000,000
CTF also receives
funds from an
earmark of motor-
vehicle related
sales tax

Statutory Grants

Rail Grade Crossing	\$ 3,000,000
Local Bridge Fund Debt Service	\$ 3,261,800
3¢ of Gas Tax	\$133,263,200
1/2¢ for State Trunkline Bridges	\$ 22,210,500
1/2¢ for Local Bridges	\$ 22,210,500
STF Debt Reduction	\$ 43,000,000

Economic Development Fund

\$40,275,000
(\$36,775,000 MTF + \$3,500,000 earmarked for
targeted industries)

Statutory Grants
Local Bridge Fund \$ 5,000,000
Local Program Fund \$33,000,000

MTF BALANCE = \$1,326,067,800

plus
3¢ of Gas Tax \$ 133,263,200
Total to Distribute by formula \$1,459,331,000

COUNTY ROAD COMMISSIONS

Total = \$591,784,400
39.1 % of MTF Balance \$518,492,500
39.1% of 3¢ Gas Tax \$ 52,105,900
Plus \$21,186,000 from the Local Program Fund

CITIES AND VILLAGES

Total = \$329,948,200
21.8% of MTF Balance \$289,082,800
21.8% of 3¢ Gas Tax \$ 29,051,400
Plus \$11,814,000 from the Local Program Fund

STATE TRUNKLINE FUND

Total = \$635,808,900
39.1 % of MTF Balance \$518,492,500
39.1% of 3¢ Gas Tax \$ 52,105,900
Plus \$22,210,500 from 1/2 cent of gas tax for STF bridges
and \$43,000,000 for STF debt service

**Drivers License
Fees**
\$12,000,000
STF also receives
funds from an
earmark of certain
drivers license
fees in HB 4748.

Public Act 51 of 1951 – Michigan Transportation Fund (MTF)

<u>Section</u>	<u>Subject</u>	<u>Description</u>	<u>Notes</u>
10(1)	Establishes MTF	Identifies MTF as separate fund in state treasury for money collected under Motor Fuel Tax Act, vehicle registration taxes under sections 801 to 810 of the Michigan Vehicle Code, and from the Motor Carrier Act.	MTF is the primary collection/distribution fund for state transportation revenues.
10(1)	Allows necessary administrative expenses from MTF	Requires appropriation of necessary expenses of administration and enforcement—based on established cost allocation methods, actual costs. Limits MTF reimbursement of Department of State expenses to \$20 million.	
<u>MTF Distribution Formula</u>			
10(1)(a)	\$3,000,000 (maximum)	Rail grade crossing account by way of STF	Section 11(1) requires from 30% to 50% for state trunkline projects
10(1)(b)	\$3,000,000 (minimum)	Local bridge fund for debt service	See 10(5)
10(1)(c)	\$.03 of gas tax	STF, counties, cities and villages through formula distribution	Approximately \$133 million (FY 2011-12)
10(1)(d)	Half cent of gas tax	For state bridges by way of STF	Approximately \$22 million (FY 2011-12)
10(1)(d)	Half cent of gas tax	Local bridge fund established in 10(5)	Approximately \$22 million (FY 2011-12)
10(1)(e)	\$43,000,000	STF debt service	
10(1)(f)	10% to CTF	10% to the Comprehensive Transportation Fund (CTF); distributed according to Section 10e.	Estimated \$156 million (FY 2011-12)
10(1)(g)	\$5,000,000	Local bridge fund established in 10(5)	
10(1)(h)	\$36,775,000 to TEDF	Transportation Economic Development Fund by way of STF	First priority for debt service
10(1)(h)	\$3,500,000 to TEDF	Transportation Economic Development Fund by way of STF	Designated for Targeted Industries
10(1)(i) and 11e	\$33,000,000	Local Program Fund	Additional distribution to local road agencies – 64.2% counties; 35.8% cities/villages
10(1)(j)	MTF Balance	Formula distribution for MTF revenue after statutory deductions: 39.1% STF, 39.1% counties, 21.8% cities and villages	Not less than 1% to non-motorized per Sec. 10k; adjusted for jurisdictional transfers per Sec. 10a
12, 12a, 12b, 13	MTF Distribution to Local Road Agencies	Provides internal formula for distribution of MTF revenue to county road commissions, cities and villages	Includes provision for snow payments

Public Act 51 of 1951 – Commercial Corridor Fund (CCF)

<u>Section</u>	<u>Subject</u>	<u>Description</u>	<u>Notes</u>
10q	Establishes CCF	Identifies CCF as separate fund in state treasury for money collected under Motor Fuel Tax Act, vehicle registration taxes under sections 801 to 810 of the Michigan Vehicle Code, and from the Motor Carrier Act.	CCF would be the primary collection/distribution fund for state transportation revenues.
10q(1)	Allows necessary administrative expenses from CCF	Requires appropriation of necessary expenses of administration and enforcement—based on established cost allocation methods, actual costs. Limits MTF reimbursement of Department of State expenses to \$20 million.	Similar to MTF
<u>CCF Distribution Formula Compared to MTF</u>			
		Rail grade crossing account <u>not</u> included as separate appropriation from CCF.	Current earmark from MTF = \$3.0 million.
		Local bridge fund debt service <u>not</u> included as separate appropriation from CCF .	Current earmark from MTF = \$3.0 million.
		Distribution of 3-cents from gas tax revenue to STF, counties, cities and villages <u>not</u> included as part of CCF distribution.	Current earmark from MTF = \$133 million.
		Half-cent gas tax earmark for STF bridges not included in CCF appropriation.	Current earmark from MTF = \$22 million
		Half-cent gas tax earmark for Local bridge fund <u>not</u> included as separate appropriation from CCF .	Current earmark from MTF = \$22 million.
		\$43.0 million earmark for STF debt service not included in CCF appropriation.	
10q(1)(a)	10% to CTF	10% to the Comprehensive Transportation Fund (CTF); distributed according to Section 10e.	Current earmark from MTF = \$156 million (FY 2011-12).
		Local bridge fund <u>not</u> included as separate appropriation from CCF .	Current earmark from MTF = \$5 million
10q(1)(b)	\$40,275,000 to TEDF	Beginning October 1, 2020 to Transportation Economic Development Fund by way of STF – first priority debt service, and then Targeted Industries.	Replaces two separate MTF earmarks of \$36.775 million and \$3.5 million.
		Local Program Fund <u>not</u> included as separate appropriation from CCF .	Current earmark from MTF = \$33 million.
10q(1)(c)	CCF Balance	Formula distribution for CCF balance: 55% to STF 45% to local road agencies	Replaces MTF formula distribution of 39.1% STF, 39.1% counties, 21.8% cities and villages
10 r	MTF Distribution to Local Road Agencies	Provides internal formula for distribution of MTF revenue to local road agencies based on functional classification of road and Vehicle Miles Traveled or centerline miles.	Same formula for county road commissions, cities, villages; includes provision for snow payments.

